pared with delivery of written records via the United States Postal Service and private express mail services. The Secretary shall submit a report to the Congress regarding the results of such inquiry by the conclusion of such 18-month period.

It was decided in the Argument  $\frac{1}{2}$  Yeas ...... 418 Argument  $\frac{1}{2}$  Nays ..... 2

## ¶129.18 [Roll No. 577] AVES—418

AYES-418 Abercrombie Davis (IL) Horn Ackerman Davis (VA) Hostettler Aderholt Dea1 Houghton DeFazio Allen Hover Andrews DeGette Hulshof Archer Delahunt Hunter Armey DeLauro Hvde Bachus DeLay Inslee Baird DeMint Isakson Baker Deutsch Istook Jackson (IL) Baldacci Diaz-Balart Baldwin Dicks Jackson-Lee Ballenger Dingell (TX) Barcia Dixon Jefferson Barr Doggett Jenkins Barrett (NE) Dooley John Doolittle Johnson (CT) Barrett (WI) Johnson, E. B. Bartlett Dovle Johnson, Sam Barton Dreier Bass Duncan Jones (NC) Bateman Jones (OH) Dunn Becerra Edwards Kaniorski Bentsen Ehlers Kaptur Bereuter Ehrlich Kasich Berkley Emerson Kelly Kennedy Berman Engel Kildee Berry English Biggert Kilpatrick Etheridge Bilbray Kind (WI) King (NY) Bilirakis Evans Bishop Everett Kingston Blagojevich Ewing Kleczka Bliley Klink Farr Blumenauer Fattah Knollenberg Blunt Filner Kolbe Boehlert Fletcher Kucinich Boehner Foley Kuykendall Bonilla Forbes LaFalce Bonior Ford LaHood Bono Fossella Lampson Borski Fowler Lantos Frank (MA) Boswell Larson Boucher Franks (NJ) Latham Bovd Frelinghuysen LaTourette Brady (PA) Frost Lazio Brady (TX) Gallegly Leach Brown (FL) Ganske Lee Brown (OH) Gejdenson Levin Lewis (CA) Bryant Gekas Gibbons Lewis (GA) Burr Burton Gilchrest Lewis (KY) Buver Gillmor Linder Gilman Callahan Lipinski Calvert Gonzalez LoBiondo Camp Goode Lofgren Goodlatte Campbell Lowey Lucas (KY) Canady Goodling Cannon Gordon Lucas (OK) Luther Capps Goss Capuano Graham Maloney (CT) Cardin Granger Malonev (NY) Green (TX) Manzullo Carson Castle Green (WI) Markey Chabot Greenwood Martinez Chambliss Gutierrez Mascara Chenoweth-Hage Gutknecht McCarthy (MO) Hall (OH) McCarthy (NY) Clav Clayton Hall (TX) McCollum Clement Clyburn Hansen McCrery Hastings (FL) McDermott Hastings (WA) McGovern Collins Hayes McHugh Hayworth Combest McInnis Conyers Hefley McIntosh Cook Herger Hill (IN) McIntyre Cooksev McKeon Costello Hill (MT) McKinney Cox Hilleary McNulty Hilliard Meehan Coyne Cramer Hinchey Meeks (NY) Crane Hinojosa Menendez Crowley Hobson Metcalf Cubin Hoeffel Mica. Cummings Millender-Hoekstra. Cunningham Holden McDonald Danner Holt Miller (FL) Davis (FL) Hooley Miller, Gary

Miller, George Riley Stump Minge Rivers Stupak Rodriguez Mink Sununu Moaklev Roemer Mollohan Rogan Talent. Tancredo Moore Rogers Moran (KS) Rohrabacher Tanner Moran (VA) Ros-Lehtinen Tauscher Morella Rothman Tauzin Roukema Murtha Taylor (MS) Myrick Rovbal-Allard Taylor (NC) Nadler Royce Terry Napolitano Rush Thomas Ryan (WI) Thompson (CA) Neal Nethercutt Ryun (KS) Thompson (MS) Ney Northup Thornberry Sabo Salmon Thune Thurman Norwood Sanchez Nussle Sanders Tierney Sandlin Toomev Oberstar Obey Sanford Towns Olver Sawyer Traficant Turner Ortiz Saxton Ose Schaffer Udall (CO) Owens Schakowsky Udall (NM) Scott Upton Oxley Packard Sensenbrenner Velazquez Pallone Serrano Visclosky Sessions Vitter Pastor Payne Shadegg Walden Pease Shaw Walsh Pelosi Shays Wamp Peterson (MN) Sherman Waters Peterson (PA) Sherwood Watkins Petri Shimkus Watt (NC) Phelps Watts (OK) Shows Pickering Shuster Waxman Pickett Simpson Weiner Pitts Sisisky Weldon (FL) Weldon (PA) Pombo Skeen Skelton Weller Pomerov Porter Slaughter Wexler Weygand Smith (MI) Portman Smith (NJ) Whitfield Price (NC) Pryce (OH) Smith (WA) Wicker Wilson Quinn Snyder Wise Radanovich Souder Rahall Spratt Wolf Woolsey Ramstad Stabenow Rangel Stark Wu Regula Stearns Wvnn Stenholm Young (AK) Reyes Reynolds Strickland Young (FL)

### NOES-2

Paul Vento

# NOT VOTING—13

 Coburn
 Largent
 Smith (TX)

 Condit
 Matsui
 Spence

 Dickey
 Meek (FL)
 Tiahrt

 Gephardt
 Pascrell

 Hutchinson
 Scarborough

So the amendment was agreed to. After some further time,

# ¶129.19 RECORDED VOTE

A recorded vote by electronic device was ordered in the Committee of the Whole on the following amendment in the nature of a substitute submitted by Mr. DINGELL:

Strike out all after the enacting clause and insert the following:

## SECTION 1. SHORT TITLE.

This Act may be cited as the "Millennium Digital Commerce Act".

### SEC. 2. FINDINGS.

The Congress makes the following findings: (1) The growth of electronic commerce and electronic government transactions represent a powerful force for economic growth, consumer choice, improved civic participation and wealth creation.

(2) The promotion of growth in private sector electronic commerce through Federal legislation is in the national interest because that market is globally important to the United States.

(3) A consistent legal foundation, across multiple jurisdictions, for electronic commerce will promote the growth of such transactions, and that such a foundation should

be based upon a simple, technology neutral, nonregulatory, and market-based approach.

(4) The Nation and the world stand at the beginning of a large scale transition to an information society which will require innovative legal and policy approaches, and therefore, States can serve the national interest by continuing their proven role as laboratories of innovation for quickly evolving areas of public policy, provided that States also adopt a consistent, reasonable national baseline to eliminate obsolete barriers to electronic commerce such as undue paper and pen requirements, and further, that any such innovation should not unduly burden inter-jurisdictional commerce.

(5) To the extent State laws or regulations do not provide a consistent, reasonable national baseline or in fact create an undue burden to interstate commerce in the important burgeoning area of electronic commerce, the national interest is best served by Federal preemption to the extent necessary to provide such consistent, reasonable national baseline or eliminate said burden, but that absent such lack of a consistent, reasonable national baseline or such undue burdens, the best legal system for electronic commerce will result from continuing experimentation by individual jurisdictions.

(6) With due regard to the fundamental need for a consistent national baseline, each jurisdiction that enacts such laws should have the right to determine the need for any exceptions to protect consumers and maintain consistency with existing related bodies of law within a particular jurisdiction.

(7) Industry has developed several electronic signature technologies for use in electronic transactions, and the public policies of the United States should serve to promote a dynamic marketplace within which these technologies can compete. Consistent with this Act, States should permit the use and development of any authentication technologies that are appropriate as practicable as between private parties and in use with State agencies.

SEC. 3. PURPOSES.

The purposes of this Act are—

(1) to permit and encourage the continued expansion of electronic commerce through the operation of free market forces rather than proscriptive governmental mandates and regulations:

(2) to promote public confidence in the validity, integrity and reliability of electronic commerce and online government under Federal law.

(3) to facilitate and promote electronic commerce by clarifying the legal status of electronic records and electronic signatures in the context of contract formation;

(4) to facilitate the ability of private parties engaged in interstate transactions to agree among themselves on the appropriate electronic signature technologies for their transactions; and

(5) to promote the development of a consistent national legal infrastructure necessary to support of electronic commerce at the Federal and State levels within areas of jurisdiction.

### SEC. 4. DEFINITIONS.

In this Act:

(1) ELECTRONIC.—The term "electronic" means relating to technology having electrical, digital, magnetic, wireless, optical, electromagnetic, or similar capabilities.

(2) ELECTRONIC AGENT.—The term "electronic agent" means a computer program or an electronic or other automated means used to initiate an action or respond to electronic records or performances in whole or in part without review by an individual at the time of the action or response.

(3) ELECTRONIC RECORD.—The term "electronic record" means a record created, gen-

erated, sent, communicated, received, or stored by electronic means.

- (4) ELECTRONIC SIGNATURE.—The "electronic signature" means an electronic sound, symbol, or process attached to or logically associated with a record and executed or adopted by a person with the intent to sign the record.
- (5) GOVERNMENTAL AGENCY.—The term "governmental agency" means an executive, legislative, or judicial agency, department, board, commission, authority, or institution of the Federal Government or of a State or of any county, municipality, or other political subdivision of a State.
- (6) RECORD.—The term "record" means information that is inscribed on a tangible medium or that is stored in an electronic or other medium and is retrievable in per-
- (7) TRANSACTION.—The term "transaction" means an action or set of actions relating to the conduct of commerce, between 2 or more persons, neither of which is the United States Government, a State, or an agency, department, board, commission, authority, or institution of the United States Government or of a State.
- (8) UNIFORM ELECTRONIC TRANSACTIONS ACT.—The term "Uniform Electronic Transactions Act" means the Uniform Electronic Transactions Act as provided to State legislatures by the National Conference of Commissioners on Uniform State Law in the form or any substantially similar variation. SEC. 5. INTERSTATE CONTRACT CERTAINTY.
- (a) IN GENERAL.—In any commercial transaction affecting interstate commerce, a contract may not be denied legal effect or enforceability solely because an electronic signature or electronic record was used in its formation.
- (b) METHODS.—Parties to a transaction are permitted to determine the appropriate electronic signature technologies for their transaction, and the means of implementing such technologies.
- (c) Presentation of Contracts.—Notwithstanding subsection (a), if a law requires that a contract be in writing, the legal effect or enforceability of an electronic record of such contract shall be denied under such law, unless it is delivered to all parties to such contract in a form that-
- (1) can be retained by the parties for later reference; and
- (2) can be used to prove the terms of the agreement.
- (d) SPECIFIC EXCLUSIONS.—The provisions of this section shall not apply to a statute, regulation, or other rule of law governing any of the following:
- (1) The Uniform Commercial Code, as in effect in a State, other than section 1-107 and 1-206, article 2, and article 2A.
- (2) Premarital agreements, marriage, adoption, divorce or other matters of family law.
- (3) Documents of title which are filed of record with a governmental unit until such time that a State or subdivision thereof chooses to accept filings electronically.
- (4) Residential landlord-tenant relationships
- (5) The Uniform Health-Care Decisions Act as in effect in a State.
- (e) ELECTRONIC AGENTS.—A contract relating to a commercial transaction affecting interstate commerce may not be denied legal effect or enforceability solely because its formation involved-
- (1) the interaction of electronic agents of the parties: or
- (2) the interaction of an electronic agent of a party and an individual who acts on that individual's own behalf or as an agent, for another person.
- (f) INSURANCE.—It is the specific intent of the Congress that this section apply to the business of insurance.

(g) APPLICATION IN UETA STATES.—This section does not apply in any State in which the Uniform Electronic Transactions Act is in effect.

#### SEC. 6. PRINCIPLES GOVERNING THE USE OF ELECTRONIC SIGNATURES IN INTER-NATIONAL TRANSACTIONS.

To the extent practicable, the Federal Government shall observe the following principles in an international context to enable commercial electronic transaction:

- (1) Remove paper-based obstacles to electronic transactions by adopting relevant principles from the Model Law on Electronic Commerce adopted in 1996 by the United Nations Commission on International Trade Law (UNCITRAL).
- (2) Permit parties to a transaction to determine the appropriate authentication technologies and implementation models for their transactions, with assurance that those technologies and implementation models will be recognized and enforced.
- (3) Permit parties to a transaction to have the opportunity to prove in court or other proceedings that their authentication approaches and their transactions are valid.
- (4) Take a nondiscriminatory approach to electronic signatures and authentication methods from other jurisdictions.

#### SEC. 7. STUDY OF LEGAL AND REGULATORY BAR-RIERS TO ELECTRONIC COMMERCE.

- (a) Barriers.—Each Federal agency shall. not later than 6 months after the date of enactment of this Act, provide a report to the Director of the Office of Management and Budget and the Secretary of Commerce identifying any provision of law administered by such agency, or any regulations issued by such agency and in effect on the date of enactment of this Act, that may impose a barrier to electronic transactions, or otherwise to the conduct of commerce online or by electronic means. Such barriers include, but are not limited to, barriers imposed by a law or regulation directly or indirectly requiring that signatures, or records of transactions, be accomplished or retained in other than electronic form. In its report, each agency shall identify the barriers among those identified whose removal would require legislative action, and shall indicate agency plans to undertake regulatory action to remove such barriers among those identified as are caused by regulations issued by the agency.
- (b) REPORT TO CONGRESS.—The Secretary of Commerce, in consultation with the Director of the Office of Management and Budget, shall, within 18 months after the date of enactment of this Act, and after the consultation required by subsection (c) of this section, report to the Congress concerning-
- (1) legislation needed to remove barriers to electronic transactions or otherwise to the conduct of commerce online or by electronic means; and
- (2) actions being taken by the Executive Branch and individual Federal agencies to remove such barriers as are caused by agency regulations or policies.
- (c) Consultation.—In preparing the report required by this section, the Secretary of Commerce shall consult with the General Services Administration, the National Archives and Records Administration, and the Attorney General concerning matters involving the authenticity of records, their storage and retention, and their usability for law enforcement purposes.
- (d) INCLUDE FINDINGS IF NO RECOMMENDA-TIONS.—If the report required by this section omits recommendations for actions needed to fully remove identified barriers to electronic transactions or to online or electronic commerce, it shall include a finding or findings, including substantial reasons therefore, that such removal is impracticable or would be inconsistent with the implementation or enforcement of applicable laws.

It was decided in the Yeas ...... 126 egative ....... Nays ..... 278 negative ..... Nays .....

#### ¶129.20[Roll No. 578] AYES-126

Abercrombie Hall (OH) Oberstar Hastings (FL) Ackerman Obey Allen Hilliard Olver Ortiz Andrews Hinchey Baldacci Hinojosa Pallone Baldwin Hoeffel Pastor Barrett (WI) Paul Hoyer Jackson (IL) Phelps Becerra Berman Kaniorski Pomerov Blagojevich Rahall Kaptur Bonior Kennedy Rangel Borski Kildee Reves Kilpatrick Brady (PA) Rivers Brown (OH) Kleczka Rothman Roybal-Allard Capps Klink Capuano Kucinich Rush Cardin LaFalce Saho Sanders Clayton Lampson Clyburn Lantos Sawyer Conyers Lee Schakowsky Levin Costello Scott Lewis (GA) Serrano Coyne Danner Lipinski Slaughter Smith (MI) DeFazio Lowey DeGette Luther Spratt Delahunt Maloney (NY) Stark Strickland DeLauro Markey Martinez Dicks Stupak Dingell Mascara Tiernev McCarthy (MO) Dixon Towns McDermott Turner Doyle Duncan McGovern Velazquez Edwards McKinney Vento McNulty Engel Visclosky Eshoo Meehan Waters Watt (NC) Evans Menendez Miller, George Waxman Farr Weiner Fattah Mink Moakley Filner Wexler Frank (MA) Mollohan Wise Woolsey Green (TX) Nadler Gutierrez Neal Wynn

Aderholt

Archer

Armey

Bachus

Baker

Barcia

Bartlett

Barton

Bateman

Bentsen

Bereuter

Berkley

Biggert

Bilbray

Bishop

Blilev

Blunt

Boehlert

Boehner

Bonilla

Boswell 8 |

Boucher

Bryant

Burton

Buyer

Callahan

Campbell

Calvert

Canady

Cannon

Castle

Chabot

Coble

Collins

Camp

Burr

Bono

Boyd

Bilirakis

Bass

Barr

Ballenger

NOES-278 Combest Gordon Condit Goss Cook Graham Cooksev Granger Cox Green (WI) Cramer Greenwood Crane Gutknecht Crowley Hall (TX) Hansen Cubin Barrett (NE) Cunningham Hastings (WA) Davis (FL) Hayes Davis (VA) Hayworth Deal Hefley DeLay Herger DeMint Hill (IN) Hill (MT) Deutsch Diaz-Balart Hilleary Doggett Hobson Hoekstra Dooley Doolittle Holden Dreier Holt. Dunn Hooley Blumenauer Ehlers Horn Ehrlich Hostettler Emerson Houghton English Hulshof Etheridge Hunter Everett Hvde Ewing Inslee Fletcher Isakson Foley Istook Brady (TX) Forbes Jenkins Brown (FL) Ford John Fossella Johnson (CT) Johnson, Sam Jones (NC) Fowler Franks (NJ) Frelinghuysen Kasich Frost Kellv Kind (WI) Gallegly Ganske Kingston Geidenson Knollenberg Kolbe Gekas Gibbons Kuvkendall Gilchrest LaHood Gillmor Larson Chambliss Gilman Latham Chenoweth-Hage LaTourette Gonzalez Goode Lazio Goodlatte Leach Lewis (CA) Goodling